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## BEFORE THE ARIZONA CORPORATION COMMISSION

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MIKE GLEASON - Chairman

WILLIAM A. MUNDELL JEFF HATCH-MILLER

5 KRISTIN K. MAYES

**GARY PIERCE** 

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DOCKETED

SEP 19 2008



DOCKET NO. W-03994A-07-0657

IN THE MATTER OF THE APPLICATION OF WICKENBURG RANCH WATER, LLC (FORMERLY CDC WICKENBURG WATER, LLC) FOR APPROVAL OF A RATE ADJUSTMENT.

## **PROCEDURAL ORDER**

## BY THE COMMISSION:

On November 20, 2007, Wickenburg Ranch Water, LLC ("Wickenburg Ranch") filed with the Arizona Corporation Commission ("Commission") an Application to Adjust Rates.

On December 14, 2007, the Commission's Utilities Division Staff ("Staff") filed a Letter of Insufficiency stating that the application did not meet the sufficiency requirements outlined in Arizona Administrative Code ("A.A.C.") R14-2-103.

On January 3, 2008, Wickenburg Ranch filed an Affidavit of Publication of Customer Notice showing that notice of its application had been published in *The Wickenburg Sun* on December 12, 19, and 26, 2007.

On January 18, 2008, Wickenburg Ranch filed a Response to Letter of Insufficiency.

On February 21, 2008, Staff issued a Letter of Sufficiency, stating that Wickenburg Ranch had also supplemented its application on January 31, 2008; that its application had met the sufficiency requirements outlined in A.A.C. R14-2-103; and that it had been classified as a Class C utility.

On February 28, 2008, a Procedural Order was issued scheduling a telephonic procedural conference for March 17, 2008.

On March 4, 2008, Wickenburg Ranch filed a Response to Second Set of Data Requests.

On March 17, 2008, a telephonic procedural conference was held before a duly authorized Administrative Law Judge ("ALJ") of the Commission. Wickenburg Ranch and Staff appeared

through counsel. During the procedural conference, it was determined that Staff would file its Staff Report by July 7, 2008, and that Wickenburg Ranch would file any response to the Staff Report by July 28, 2008. There was also a discussion regarding whether a hearing would be needed.

On July 8, 2008, Staff filed a Motion to Extend Time to File Staff Report, requesting an additional two weeks for Staff to prepare the Staff Report, as Staff had just received new information from the Arizona Department of Water Resources ("ADWR") stating that there is insufficient water in the area for the purposes outlined in the application. Staff avowed that Wickenburg Ranch did not object to the requested extension of time.

On July 10, 2008, a Procedural Order was issued extending Staff's deadline to file the Staff Report and/or direct testimony and exhibits; scheduling a hearing in this matter for October 8, 2008, and establishing associated requirements and deadlines; scheduling a pre-hearing conference for October 1, 2008; requiring prefiled testimony and exhibits; and extending by 60 days the time period for the Commission's final order in this matter.

On July 16, 2008, Wickenburg Ranch filed a Response to Staff's Motion to Extend Time to File Staff Report, stating that Staff's assertion that there is insufficient water in the area for the purposes outlined in the application is erroneous. Wickenburg Ranch also took issue with Staff's making such an assertion in a Motion to Extend Time, particularly when Staff had not mentioned it to Wickenburg Ranch when Staff called to obtain Wickenburg Ranch's acquiescence in the extension.

On August 6, 2008, Wickenburg Ranch filed the Direct Testimony of William Brownlee, Sonn Rowell, John Matta, Peter Chan, and Steve Corell. Wickenburg Ranch also filed its Exhibits 1 through 6.

On August 15, 2008, Wickenburg Ranch filed Certification of Publication and Mailing of Notice of Application showing that notice had been published in *The Wickenburg Sun* on July 30, 2008; that Wickenburg Ranch currently has no licensees or water customers; and that notice was provided to the owners of the Wickenburg Ranch Estates development on July 23, 2008.

On September 3, 2008, Staff filed its Staff Report, which erroneously states on its cover letter that comments thereto were required to be filed by September 15, 2008. The actual deadline for

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Wickenburg Ranch to file rebuttal to the Staff Report, as established by the Procedural Order of July 10, 2008, is September 24, 2008.

On September 15, 2008, Wickenburg Ranch filed a Motion for Extension of Time to File Comments to Staff Report and Motion to Reschedule Prehearing Conference. Therein, Wickenburg Ranch requested an extension until September 29, 2008, to file its comments to the Staff Report. Wickenburg Ranch stated that it had contacted Staff and that "Staff does not object to this extension at this time, but reserves the right to file a response to the motion." Wickenburg Ranch also requested that the pre-hearing conference be rescheduled to either October 3 or 6, 2008, as counsel for Wickenburg Ranch is scheduled to participate in a line siting hearing in Casa Grande from September 29-October 2, 2008. Wickenburg Ranch's Motion did not speak to Staff's position on the rescheduling of the pre-hearing conference or availability on the suggested dates. It has since come to the attention of the Hearing Division that Staff does not intend to file a response to the motion and does not object to rescheduling the pre-hearing conference or the proposed pre-hearing conference dates.

Thus, it is appropriate at this time to act on Wickenburg Ranch's dual Motions.

IT IS THEREFORE ORDERED that Wickenburg Ranch's deadline to respond to the Staff Report is hereby extended until September 29, 2008.

IT IS FURTHER ORDERED that the pre-hearing conference scheduled for October 1, 2008, is hereby vacated.

IT IS FURTHER ORDERED that a pre-hearing conference shall be held on October 6, 2008, at 1:30 p.m., or as soon thereafter as is practicable, in Hearing Room #1 at the Commission's offices in Phoenix, for the purpose of receiving any objections to prefiled testimony and/or exhibits, scheduling witnesses, discussing the conduct of the hearing, and any other matters contemplated under A.A.C. R14-3-108.

IT IS FURTHER ORDERED that all parties must comply with Rules 31 and 38 of the Rules of the Arizona Supreme Court and A.R.S. § 40-243 with respect to the practice of law and admission *pro hac vice*.

IT IS FURTHER ORDERED that the Ex Parte Rule (A.A.C. R14-3-113 - Unauthorized

Communications) applies to this proceeding and shall remain in effect until the Commission's 1 Decision in this matter is final and non-appealable. 2 IT IS FURTHER ORDERED that the time periods specified herein shall not be extended 3 pursuant to Rule 6(a) or (e) of the Rules of Civil Procedure. 4 IT IS FURTHER ORDERED that withdrawal of representation must be made in compliance 5 with A.A.C. R14-3-104(E) and Rule 1.16 of the Rules of Professional Conduct (under Rule 42 of the Rules of the Arizona Supreme Court). Representation before the Commission includes appearing at 7 all hearings, procedural conferences, and Open Meetings at which the matter is scheduled for 8 discussion, unless counsel has previously been granted permission to withdraw by the Administrative Law Judge or the Commission. 10 IT IS FURTHER ORDERED that the Presiding Officer may rescind, alter, amend, or waive 11 any portion of this Procedural Order either by subsequent Procedural Order or by ruling at hearing. 12 13 DATED this /91/2 day of September, 2008. 14 15 16 ADMINISTRATIVE LAW JUDGE 17 Copies of the foregoing mailed/delivered 18 this 1912 day of September, 2008, to: 19 Ernest Johnson, Director Steve Wene **Utilities Division** MOYES STOREY LAW OFFICES 20 ARIZONA CORPORATION COMMISSION 1850 North Central Avenue, Suite 1100 1200 W. Washington Street Phoenix, Arizona 85004-4541 21 Phoenix, Arizona 85007 Attorney for Wickenburg Ranch Water, LLC 22 ARIZONA REPORTING SERVICE, INC. David Green 2200 North Central Avenue, Suite 502 WICKENBURG RANCH WATER, LLC 23 Phoenix, Arizona 85004-1481 C/O M3 Builders 4222 East Camelback Road, H100 24 Phoenix, Arizona 86018-2721 By: 25 Janice Alward, Chief Counsel Secretary & Sarah N. Harpring Kevin Torrey, Attorney 26 Legal Division ARIZONA CORPORATION COMMISSION 27 1200 W. Washington Street Phoenix, Arizona 85007 28